"AMEND DON'T END" FILM/TV/DIGITAL INCENTIVE PLAN (3-15-11)

-CHANGES TO EXISTING PROGRAM-

-ABOVE THE LINE-MICHIGAN CUT from 40/42% to 35/37 %.

-ABOVE THE LINE- OUT STATE CUT from 40/42% to 35/37% and two years later, cut to 30%.

*This provides savings of 5 PERCENT from current payout and 10 PERCENT in two yrs.

-BELOW THE LINE-MICHIGAN CUT from 42/40% to 37/35%

-BELOW THE LINE-OUTSTATE: CUT from 30% to 25% and two years later, CUT to 20%.

*This provides a savings of 4.7 PERCENT now and 8.7 PERCENT in two years.

-GOODS & SERVICES: CUT from 40/42% to 35/37 %.

*This provides a savings of 4 PERCENT.

-VIDEO GAME INDUSTRY CUT from 40/42% to 35/37%.

*This provides a savings of 1 percent

-CUT MAX INDIVIDUAL LIMIT from \$2 million to \$1 million.

*This provides a savings of 3 PERCENT

-CUT PRODUCER FEES TO MAX OF 5% OF BUDGET/10% FOR MICHIGAN RES.

*This provides a savings of 5.5 PERCENT

-ELIMINATE PASS-THROUGH ACTIVITY.

-ELIMINATE MOST TRAVEL DEDUCTIONS

-ADD COMMERCIALS AT 30 PERCENT.

-KEEP MINIMUM 50k SPEND IN ALL CATEGORIES.

*SAVINGS FROM 2010 PAYOUT: *SAVINGS IN TWO YEARS:

212% [\$24.4 M] 30.2% [\$34.5 M]